

## Message Text

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PAGE 01 ROME 14907 141516Z  
ACTION EB-08

INFO OCT-01 EUR-12 ISO-00 NEA-10 CIAE-00 COME-00  
DODE-00 DOTE-00 FMC-01 INR-10 NSAE-00 CG-00  
DLOS-09 OES-09 XMB-02 STR-07 /069 W  
-----088459 150019Z /21

R 141445Z AUG 78  
FM AMEMBASSY ROME  
TO AMEMBASSY ALGIERS  
INFO AMCONSUL GENOA  
SECSTATE WASHDC 4927  
DIRECTOR OIA MARAD COMMERCE WASHDC PLEASE PASS TO:  
F. MCNERNEY DIRECTOR MARAD CENTRAL REGION

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E.O. 11652: N/A  
TAGS: EWWT, AG  
SUBJECT: ALGERIAN INSURANCE PREMIUMS ON OVERAGE VESSELS

REF: ALGIERS 2364

1. BY WAY OF CLARIFICATION, LYKES WILL NOT HAVE TO PAY ANY OVER-AGE INSURANCE SURCHARGE. THE SURCHARGE IS PAID BY THE RECEIVER OF THE CARGO IN ALGIERS TO CAAR (ALGERIAN NATIONAL INSURANCE CO.) IF THEIR CARGO IS RECEIVED FROM A VESSEL OVER FIFTEEN YEARS OLD. USUALLY THE ASSESSMENT IS MADE ON THE MONETARY VALUE OF THE CARGO AND FREIGHT, E.G., 10 CENTS PER 100 DOLLAR VALUATION, AND ONLY CAAR KNOWS THIS FIGURE.

2. LYKES GENOA ADVISES THAT ON JULY 24 MR. BOUZID OF CAAR TOLD THEM BY TELEPHONE THAT CAAR WAS SATISFIED THAT LYKES WAS A BONA FIDE LINER WITH FIRST CLASS VESSELS, WHICH WOULD NOT BE SUBJECT TO OVERAGE INSURANCE BUT THAT CAAR WOULD HAVE TO CHECK WITH THE MAJOR RECEIVER OF THE LYKES CARGO, SONOTRACH. LYKES SUBSEQUENTLY RECEIVED CABLE FROM CAAR, DATED JULY 30, STATING THAT

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PAGE 02 ROME 14907 141516Z

SONOTRACH ADVISED THAT PENALTY WOULD HAVE TO BE PAID. IT IS HIGHLY IRREGULAR THAT A RECEIVER WOULD ADVISE AN INSURER THAT THE RECEIVER MUST PAY THE INSURANCE PENALTY.

3. THE GAMBIT HERE IS AS FOLLOWS: THE MAJOR SHIPPER HERE IS BECHTEL, WITH WHOM LYKES HAS EXCELLENT CONTACT, ENABLING THEM TO OBTAIN THE LION'S SHARE OF THE BUSINESS TO THE DISTRESS OF

CNAN. (ALGERIAN NATIONAL SHIPPING LINE) CNAN IS EMPLOYING  
VESSELS IN THE TRADE LESS THAN FIFTEEN YEARS OLD. BY SONOTRACH  
INSISTING THAT THEY MUST PAY THE OVERAGE PENALTY IF THEY USE  
LYKES VESSELS ENABLES THEM TO JUSTIFY NOTIFYING THE SHIPPER  
BECHTEL NOT TO SHIP VIA LYKES AND, THEREBY, SWING THIS LARGE  
CARGO VOLUME OVER TO CNAN. HOLMES

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NNN

## Message Attributes

**Automatic Decaptioning:** X  
**Capture Date:** 01 jan 1994  
**Channel Indicators:** n/a  
**Current Classification:** UNCLASSIFIED  
**Concepts:** INSURANCE, MARINE TRANSPORTATION  
**Control Number:** n/a  
**Copy:** SINGLE  
**Draft Date:** 14 aug 1978  
**Decaption Date:** 01 jan 1960  
**Decaption Note:**  
**Disposition Action:** RELEASED  
**Disposition Approved on Date:**  
**Disposition Case Number:** n/a  
**Disposition Comment:** 25 YEAR REVIEW  
**Disposition Date:** 20 Mar 2014  
**Disposition Event:**  
**Disposition History:** n/a  
**Disposition Reason:**  
**Disposition Remarks:**  
**Document Number:** 1978ROME14907  
**Document Source:** CORE  
**Document Unique ID:** 00  
**Drafter:** n/a  
**Enclosure:** n/a  
**Executive Order:** N/A  
**Errors:** N/A  
**Expiration:**  
**Film Number:** D780332-0830  
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**Message ID:** 77ec0d64-c288-dd11-92da-001cc4696bcc  
**Office:** ACTION EB  
**Original Classification:** LIMITED OFFICIAL USE  
**Original Handling Restrictions:** n/a  
**Original Previous Classification:** n/a  
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**Previous Classification:** LIMITED OFFICIAL USE  
**Previous Handling Restrictions:** n/a  
**Reference:** 78 ALGIERS 2364  
**Retention:** 0  
**Review Action:** RELEASED, APPROVED  
**Review Content Flags:**  
**Review Date:** 05 may 2005  
**Review Event:**  
**Review Exemptions:** n/a  
**Review Media Identifier:**  
**Review Release Date:** N/A  
**Review Release Event:** n/a  
**Review Transfer Date:**  
**Review Withdrawn Fields:** n/a  
**SAS ID:** 1748146  
**Secure:** OPEN  
**Status:** NATIVE  
**Subject:** ALGERIAN INSURANCE PREMIUMS ON OVERAGE VESSELS  
**TAGS:** EWWT, AG  
**To:** ALGIERS  
**Type:** TE  
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**Review Markings:**  
Sheryl P. Walter  
Declassified/Released  
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**Markings:** Sheryl P. Walter Declassified/Released US Department of State EO Systematic Review 20 Mar 2014